

## Message Text

LIMITED OFFICIAL USE

PAGE 01 STATE 176815  
ORIGIN IO-14

INFO OCT-01 EUR-12 ISO-00 CIAE-00 COME-00 DODE-00  
DOTE-00 EB-08 FMC-01 INR-07 NSAE-00 CG-00 DLOS-09  
OES-07 L-03 TRSE-00 OMB-01 ABF-01 /064 R

DRAFTED BY IO/TRC:WADIAMANTI:CMS  
APPROVED BY IO/TRC:WADIAMANTI  
EB/TCA/MA - C TAYLOR  
IO/EX - FP MCCORMICK  
USCG - D HINTZE  
DOT - RADM WALLACE

-----120218 281925Z /50

P R 281559Z JUL 77  
FM SECSTATE WASHDC  
TO AMEMBASSY LONDON PRIORITY  
INFO USMISSION USUN NEW YORK

LIMITED OFFICIAL USE STATE 176815

E.O. 11652:N/A

TAGS: AORG, EWWT, IMCO, UK

SUBJECT:IMCO HEADQUARTERS FACILITIES: UK REVISED PROPOSAL

REF: (A) LONDON 12106, (B) LONDON 12361

1. PRIOR TO THE RECEIPT OF REFTEL B, DIAMANTI OF IO/TRC  
HAD SPOKEN WITH SHIPPING ATTACHE CLAY BLACK AND ECON  
MINISTER WILLIAM MILLER OF AMEMBASSY LONDON AND HAD AGREED  
AS REQUESTED BY UK TO DELAY SUBMISSION IN WRITING OF THE  
U.S. PROPOSALS, MADE ORALLY AT THE MEETING OF THE AD HOC  
WORKING GROUP ON HEADQUARTERS FACILITIES OF JULY 20 IN  
LONDON. IT WAS FURTHER AGREED THAT BLACK WOULD HAVE IN  
HAND AT THE AUGUST 8 MEETING OF THE AD HOC WORKING GROUP  
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 STATE 176815

COPIES OF THE U.S. PROPOSALS WHICH WOULD BE AVAILABLE IF  
CALLED FOR BY ANY OTHER MEMBERS OF THE WORKING GROUP. IN  
ADDITION, BLACK WAS TO GIVE PRECEDENCE TO THE UK DELEGATION  
TO PRESENT AND EXPLAIN THE UK REVISED PROPOSAL. THE ABOVE  
WAS ALSO COMMUNICATED TO THE BRITISH EMBASSY SHIPPING  
OFFICER CRUICKSHANK HERE IN WASHINGTON.

2. CONCERNING THE UK REVISED PROPOSAL AS OUTLINED IN REFTEL B, THE U.S. POSITION WILL BE THAT IT IS NOT YET AN EQUITABLE DIVISION OF THE FINANCIAL COSTS FOR THE NEW HEADQUARTERS FACILITY. THE U.S. WILL PROPOSE THAT THE UK

GOVERNMENT ASSUME 80 (EIGHTY) PERCENT OF ALL OF THE COSTS OF THE NEW HEADQUARTERS FACILITY, NOT ONLY THE RENT. THE UK GOVERNMENT SHOULD PAY 80 (EIGHTY) PERCENT OF THE RENT, INSURANCE, MAINTENANCE AND REPAIR OF THE BUILDING INCLUDING REPLACEMENT OF MAJOR EQUIPMENT SYSTEMS (AIR CONDITIONING, ETC.) DURING THE LIFE OF THE LEASE, WITH IMCO PAYING THE REMAINING 20 (TWENTY) PERCENT.

3. WE BELIEVE HMG AGREEMENT TO FINANCE 80 (EIGHTY) PERCENT OF ALL OF THE COSTS SHOULD BE WITHIN THE SCOPE OF THE UK DELEGATION'S PRESENT AUTHORITY. AT MOST IT SHOULD REQUIRE NO MORE THAN MINISTER LEVEL APPROVAL.

4. A STUDY OF THE FINANCIAL ARRANGEMENTS MADE BY HOST GOVERNMENTS FOR OTHER UN SPECIALIZED AGENCIES INDICATES THAT THE UK PROPOSAL, EVEN AS REVISED IN REFTEL B, IS FAR LESS FORTHCOMING THAN ANY OTHER HEADQUARTERS FACILITY FINANCING AGREEMENT. WE SEE NO REASON WHY HMG CAN NOT MAKE THE ADDITIONAL CONTRIBUTION CALLED FOR IN OUR PROPOSAL. IT IS STILL POSSIBLE THAT OTHER DELEGATIONS MAY INSIST THAT HMG PROVIDE THE LOAN TO IMCO EVEN THOUGH LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 03 STATE 176815

IT WOULD REQUIRE LEGISLATION.

5. ALL OF THE ABOVE HAS BEEN PASSED TO THE BRITISH EMBASSY HERE WITH THE HOPE THAT IT WOULD BE COMMUNICATED TO THE UK DELEGATION IN LONDON SO THAT THEY WILL HAVE MAXIMUM TIME TO CONSIDER AND TO REVISE FURTHER THEIR PROPOSAL TO INCLUDE FINANCING OF THE INSURANCE, MAINTENANCE, REPAIR, AND REPLACEMENT.

6. DEPARTMENT WOULD APPRECIATE BEING KEPT INFORMED OF UK DELEGATION'S REACTION, PARTICULARLY CONCERNING THEIR WILLINGNESS TO SHARE THE ADDITIONAL COSTS. VANCE

LIMITED OFFICIAL USE

NNN

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01-Jan-1994 12:00:00 am  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** BUILDINGS, PROPOSALS (BID)  
**Control Number:** n/a  
**Copy:** SINGLE  
**Sent Date:** 28-Jul-1977 12:00:00 am  
**Decaption Date:** 01-Jan-1960 12:00:00 am  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 22 May 2009  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1977STATE176815  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** WADIAMANTI:CMS  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Expiration:**  
**Film Number:** D770271-0021  
**Format:** TEL  
**From:** STATE  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1977/newtext/t1977078/aaaaagub.tel  
**Line Count:** 106  
**Litigation Code IDs:**  
**Litigation Codes:**  
**Litigation History:**  
**Locator:** TEXT ON-LINE, ON MICROFILM  
**Message ID:** c1f1146f-c288-dd11-92da-001cc4696bcc  
**Office:** ORIGIN IO  
**Original Classification:** LIMITED OFFICIAL USE  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
**Previous Channel Indicators:** n/a  
**Previous Classification:** LIMITED OFFICIAL USE  
**Previous Handling Restrictions:** n/a  
**Reference:** 77 LONDON 12106, 77 LONDON 12361  
**Retention:** 0  
**Review Action:** RELEASED, APPROVED  
**Review Content Flags:**  
**Review Date:** 15-Mar-2005 12:00:00 am  
**Review Event:**  
**Review Exemptions:** n/a  
**Review Media Identifier:**  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**SAS ID:** 1929355  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** IMCO HEADQUARTERS FACILITIES: UK REVISED PROPOSAL  
**TAGS:** AORG, EWWT, UK, US, IMCO  
**To:** LONDON  
**Type:** TE  
**vdkgvwkey:** odbc://SAS/SAS.dbo.SAS\_Docs/c1f1146f-c288-dd11-92da-001cc4696bcc  
**Review Markings:**  
Margaret P. Grafeld  
Declassified/Released  
US Department of State  
EO Systematic Review  
22 May 2009  
**Markings:** Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 22 May 2009